

## Message Text

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ORIGIN EB-11

INFO OCT-01 AF-10 ARA-16 EUR-25 EA-11 NEA-10 ISO-00 AEC-11

CIAE-00 DODE-00 PM-07 H-03 INR-10 L-03 NSAE-00 NSC-10

PA-04 RSC-01 PRS-01 SPC-03 SS-20 USIA-15 COME-00

TRSE-00 ACDA-19 SCI-06 SCEM-02 INT-08 FAA-00 MC-02

DOE-00 AID-20 OMB-01 /230 R

DRAFTED BY EB/ORF/FSE:LRAICHT:CLJ

APPROVED BY EB/ORF/FSE:GBENNSKY

EB/OT/STA:EWKEMPE

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TO AMEMBASSY OTTAWA PRIORITY

AMEMBASSY KINGSTON PRIORITY

AMEMBASSY LONDON PRIORITY

AMEMBASSY TOKYO PRIORITY

AMEMBASSY LAGOS PRIORITY

AMCONSUL CURACAO PRIORITY

AMEMBASSY THE HAGUE PRIORITY

AMEMBASSY BONN PRIORITY

AMEMBASSY ROME PRIORITY

AMEMBASSY MEXICO PRIORITY

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AMEMBASSY LA PAZ PRIORITY

AMEMBASSY NEW DELHI PRIORITY

AMEMBASSY SINGAPORE PRIORITY

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AMEMBASSY BRASILIA PRIORITY

AMEMBASSY BRUSSELS PRIORITY

AMEMBASSY PARIS PRIORITY

AMEMBASSY VIENNA PRIORITY

AMEMBASSY CANBERRA PRIORITY

USINT CAIRO PRIORITY

AMEMBASSY PRETORIA PRIORITY

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AMEMBASSY JIDDA PRIORITY

AMEMBASSY PANAMA PRIORIY  
AMEMBASSY LISBON PRIORITY  
AMEMBASSY CARACAS PRIORITY  
AMEMBASSY LIMA PRIORITY  
AMEMBASSY WARSAW PRIORITY  
AMEMBASSY MADRID PRIORITY  
AMEMBASSY ATHENS PRIORITY  
AMEMBASSY MANILA PRIORITY  
AMEMBASSY BERN PRIORITY  
AMEMBASSY WELLINGTON PRIORITY  
AMEMBASSY GUATEMALA PRIORITY  
AMEMBASSY SANTIAGO PRIORITY  
AMEMBASSY COPENHAGEN PRIORITY  
AMEMBASSY BUENOS AIRES PRIORITY  
AMEMBASSY TEGUCIGALPA PRIORITY  
AMEMBASSY STOCKHOLM PRIORITY  
AMEMBASSY TEL AVIV PRIORITY  
AMEMBASSY DUBLIN PRIORITY ALGIERS PRIORITY  
AMEMBASSY HELSINKI PRIORITY  
AMEMBASSY BRIDGETOWN PRIORITY  
AMEMBASSY LIBREVILLE PRIORITY  
USMISSION OECD PARIS PRIORITY  
USMISSION EC BRUSSELS PRIORITY  
INFO AMCONSUL LOURENCO MARQUES  
AMCONSUL MARTINIQUE

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E.O. 11652: N/A

TAGS: ENRG

SUBJECT: EXPORT CONTROLS ON PETROLEUM PRODUCTS

1. FOLLOWING IS TEXT OF AMENDMENT TO EXPORT ADMINISTRATION  
REGULATIONS PUBLISHED IN FEDERAL REGISTER DECEMBER 13, 1972.

2. QUOTE: CHAPTER III--DOMESTIC AND INTERNATIONAL BUSINESS  
ADMINISTRATION, DEPARTMENT OF COMMERCE; SUBCHAPTER B--  
EXPORT REGULATIONS (13TH GEN. REV., EXPORT REGS, AMDT.)  
PART 377--SHORT SUPPLY CONTROLS.  
PART 399--COMMODITY CONTROL LIST AND RELATED MATTERS.  
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COMMODITY CONTROL LIST; STATEMENT OF PAST PARTICIPATION AND  
ESTABLISHMENT OF MONITORING SYSTEM.

IN THE MATTER OF REVISION OF COMMODITY CONTROL LIST TO  
REQUIRE VALIDATED EXPORT LICENSES FOR PETROLEUM AND ITS  
PRODUCTS; SUBMISSION OF STATEMENT OF PAST PARTICIPATION;  
MONITORING SYSTEM TO BE ESTABLISHED.

PURPOSE AND EFFECT. THE CRITICAL ENERGY SHORTAGE NOW FACING THE WORLD ECONOMY HAS CAUSED A STRONG DEMAND FOR PETROLEUM AND PETROLEUM PRODUCTS. IN ACCORDANCE WITH THE PROGRAM ANNOUNCED BY THE FEDERAL ENERGY OFFICE, OUR LIMITED DOMESTIC ENERGY RESOURCES ARE TO BE ALLOCATED AMONG COMPETING DOMESTIC USERS. IN ORDER TO BE SUCCESSFUL, SUCH A

DOMESTIC ALLOCATION PROGRAM MUST BE ACCOMPANIED BY A COORDINATED PROGRAM WHICH REGULATES U.S. EXPORTS OF THE PRODUCTS SUBJECT TO ALLOCATION. OTHERWISE, FOREIGN DEMAND FROM OTHER NATIONS SUFFERING FROM THE ENERGY SHORTAGE WILL RESULT IN AN EXCESSIVE DRAIN OF MATERIALS WHICH ARE ALREADY SCARCE IN THE UNITED STATES AND HAVE, THEREBY, A SERIOUS INFLATIONARY IMPACT ON THE DOMESTIC ECONOMY. CONVERSELY, TO IMPOSE A COMPLETE EMBARGO ON ALL FURTHER EXPORTS OF SUCH MATERIALS WOULD BE CONTRARY TO OUR FOREIGN POLICY AIMS WHILE NOT SIGNIFICANTLY INCREASING OUR DOMESTIC SUPPLY OF ENERGY AND SUCH ACTION, PARTICULARLY IN THE CASE OF EXPORTS INVOLVING OIL INTERCHANGES, COULD ACTUALLY HAVE AN ADVERSE IMPACT ON THE TOTAL QUANTITY AND QUALITY OF PETROLEUM AVAILABLE TO DOMESTIC USERS. IN LIGHT OF THE ABOVE CONSIDERATIONS AND IN ORDER TO ASSURE CONTINUED AVAILABILITY OF OUR LIMITED DOMESTIC SUPPLIES WHILE PRESERVING HISTORIC TRADE PATTERNS, CONSULTATIONS WILL BE HELD WITH REPRESENTATIVES OF INDUSTRY AND FOREIGN GOVERNMENTS TO DEVELOP A LICENSING SYSTEM FOR EXPORTS OF PETROLEUM AND PETROLEUM PRODUCTS DURING CALENDAR YEAR 1974.

THE COMMODITY CONTROL LIST IS REVISED TO REQUIRE A VALIDATED LICENSE FOR EXPORT OF ANY OF THE PETROLEUM COMMODITIES LISTED BELOW, EFFECTIVE 12:01 A.M. E.S.T. DECEMBER 14, 1973, TO ALL FOREIGN DESTINATIONS, INCLUDING CANADA. GENERALLY, FOR COMMODITIES OTHER THAN CRUDE OILS, UNCLASSIFIED

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LICENSES MAY BE ISSUED DURING THE BALANCE OF 1973 ON THE BASIS OF APPLICATIONS AGAINST ACCEPTED ORDERS CALLING FOR SHIPMENT ON OR BEFORE JANUARY 15, 1974. QUANTITIES SO LICENSED MAY BE CHARGED AGAINST ANY ALLOCATION WHICH THE EXPORTER RECEIVES FOR 1974. IN ORDER TO BE ELIGIBLE FOR SHARES OF ANY QUOTAS ESTABLISHED FOR 1974, EXPORTERS MUST SUBMIT STATEMENTS OF PAST PARTICIPATION BY THE DATE INDICATED BELOW. EXPORTS OF CRUDE OILS MAY BE LICENSED DURING THE BALANCE OF 1973 TO THE EXTENT PERMISSIBLE UNDER THE PROVISIONS OF SECTION 28(U) OF THE MINERAL LEASING ACT OF 1920, AS AMENDED BY THE ALASKAN PIPELINE ACT OF NOVEMBER 16, 1973 (PUB. L. 93-15). THESE PROVISIONS GENERALLY PROHIBIT EXPORTS OF DOMESTIC PRODUCED CRUDE OIL TRANSPORTED BY PIPELINE OVER FEDERAL RIGHTS-OF-WAY EXCEPT TO THE EXTENT THAT SUCH EXPORTS WOULD NOT DIMINISH THE TOTAL

QUANTITY OR QUALITY OF PETROLEUM AVAILABLE TO THE UNITED STATES. LICENSES GRANTED UNDER THE RULES ANNOUNCED HEREIN WILL BE VALID FOR A PERIOD OF THIRTY DAYS FROM THE DATE OF ISSUANCE.

ACCORDINGLY, THE EXPORT ADMINISTRATION REGULATIONS (15 CFR PART 377) ARE AMENDED BY ADDING A NEW SEC. 377.6

AND ADDING NEW MATERIAL TO SUPPLEMENT NO. 1 TO PART 377 TO READ AS FOLLOWS:

SECTION 377.6--PETROLEUM AND PETROLEUM PRODUCTS:

(A) STATEMENT OF PAST PARTICIPATION. IN ORDER TO RECEIVE SHARES OF THE QUOTAS FOR THE PETROLEUM COMMODITIES (OTHER THAN CRUDE OILS) LISTED IN SUPPLEMENT NO. 1 TO THIS PART, AN EXPORTER MUST SUBMIT A STATEMENT OF PAST PARTICIPATION ON FORM DIB-669P TO THE OFFICE OF EXPORT ADMINISTRATION (ATTENTION: 546), U.S. DEPARTMENT OF COMMERCE, WASHINGTON, D.C. 20230. THE STATEMENT TO BE ELIGIBLE FOR CONSIDERATION MUST BE EITHER--(1) MAILED TO THE  
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## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** PETROLEUM PRODUCTS, PETROLEUM, EXPORTS, ENERGY, EXPORT CONTROLS, EXPORT LICENSES, TRADE CONTROLS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 14 DEC 1973  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** n/a  
**Disposition Approved on Date:**  
**Disposition Authority:** n/a  
**Disposition Case Number:** n/a  
**Disposition Comment:**  
**Disposition Date:** 01 JAN 1960  
**Disposition Event:**  
**Disposition History:** n/a  
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**Drafter:** LRAICHT:CLJ  
**Enclosure:** n/a  
**Executive Order:** N/A  
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**Office:** ORIGIN EB  
**Original Classification:** UNCLASSIFIED  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 4  
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**Previous Classification:** n/a  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** willialc  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 06 SEP 2001  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <06-Sep-2001 by thomasv0>; APPROVED <31-Jan-2002 by willialc>  
**Review Markings:**

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US Department of State  
EO Systematic Review  
30 JUN 2005

**Review Media Identifier:**  
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**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** EXPORT CONTROLS ON PETROLEUM PRODUCTS  
**TAGS:** ENRG, ETRD, US  
**To:** OTTAWA MULTIPLE  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005